

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P Braxton Division Director

State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

July 9, 1999

CERTIFIED RETURN RECEIPT P 074 976 739

Keith Carpenter 74910 Chateau Circle Indian Wells, California 92210

Re: Notification of Pending Non-Compliance Notice, Snowflake 30-31, S/027/048, Millard County, Utah

Dear Mr. Carpenter:

In June 1998, we sent a billing statement to Thom Clark of Industrial Minerals, Inc. to pay the newly required annual permit fee of \$100.00 for small mining notices. A delinquency notice was sent in October 1998 for failure to pay this fee. At that time, Mr. Clark informed us that he was not associated with this site and that he filed the permit application as a consultant for the company. Mr. Clark gave us your name and address as the claimant of the property. In February of 1999, we subsequently sent you a copy of the 1998 permit fee billing. On March 12, 1999 you informed us that Industrial Minerals, Inc. has been out of business for approximately 5 years and to please take your name off this permit.

This letter is to advise you that we have discussed this matter with the Bureau of Land Management and they agree that unreclaimed mining-related disturbance still exists at this site. Although Industrial Minerals Inc. is no longer in business, that does not eliminate the fact that surface disturbance was created which still needs to be reclaimed.

In a more recent phone conversation with Tom Munson of my staff, you asked if we knew someone who could perform this reclamation work for you. There are any number of general contractors that can do this type of work. I have attached a short list of contractors that have had some reclamation experience. We cannot endorse or specifically recommend any of these contractors, therefore use them at your own discretion.

This site is in a potential non-compliance situation. To avoid the possibility of additional enforcement action, as provided for under the Utah Mined Land Reclamation Act, the following outstanding concerns will need to be resolved in a timely manner:

1. Filing of the required annual \$100 permit fee. This fee is assessed annually until the site is reclaimed and released, therefore you now owe for 1998 and 1998 (bill enclosed).

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2. Filing of the required annual reports for years 1995, 1996, 1997 and 1998. (A blank copy of this annual report form is attached)

Please contact this office within two (2) weeks of your receipt of this letter, stating your intentions to resolve these concerns. Please contact me at (801) 538-5286 or Tom Munson at 538-5321 if you have further questions in this regard. Thank you for your cooperation in this matter.

Sincerely,

D. Wayne Hedberg

Permit Supervisor

Minerals Regulatory Program

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Attachments (short list, annual report form, billing statement) cc: Ron Teseneer, BLM, Fillmore FO (UTU-070722)

Tom Munson, DOGM

S27-48.ltr

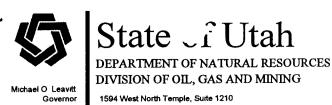
Dotson Exploration, Inc. Mark Dotson Box 492 1208 S. 200 W. Milford, Utah 84751 (435) 387-5053

Blue Rock Excavating Bill Riley 197 N.. Butler Rd. Eureka, Utah 84628 (435) 433-6860

Ned B. Mitchell Construction Ned B. Mitchell P.O. Box 186 Altamont, Utah 84001 (435) 454-3613

Minchey Digging Bill Minchey P.O. Box 247 145 S. 300 W. Cleveland, Utah 84518 (435) 653-2330

L & M General Engineering & Construction 756 N. Dixie Drive St. George, Utah 84770 (435) 673-5317



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1594 West North Temple, Suite 121
PO Box 145801
Salt Lake City, Utah 84114-5801
801-538-3340
801-538-7223 (TDD)

INDUSTRIAL MINERALS INC 7081 S 2400 W WEST JORDAN UT 84084

ATTENTION: KEITH CARPENTER

ANNUAL PERMIT FEE	Annual Permit Fees (July 1999 thru June 2000)			
PROJECT NAME	PROJECT ID	ACRES	BILLING DATE	
SNOWFLAKE 30-31	S270048	NA	07/09/1999	
PERMIT TYPE	PROJECT STATUS		ANNUAL FEE	
SMALL MINING OPERATION < 5 ACRES	INACTIVE		\$ 100	
			PAST DUE	
			\$ 100	
	D	UE DATE	AMOUNT DUE	
	7/30	0/1999	\$ 200	
	<u> </u>	*******		

Please see enclosed instructions for payment.

Please retain this portion for your records. For billing Information call (801) 538-5291

This portion MUST be returned with your payment to ensure proper credit. THANK YOU

ACCOUNT BILLED				PROJECT NAME	-	PROJECT ID
INDUSTRIAL MINERALS INC				SNOWFLAKE 30-31		S270048
DUE DATE	ANNUAL FEE	PAST DUE	AMOUNT DUE	FEE NOT ENCLOSED	Chang	e of Address
7/30/1999	\$ 100	\$ 100	\$ 200	Permittee requests an inspection to close	Contact	
TA	X ID OR SOCIAL	SECURITY#	Address			
	ISION OF	-				
PO BOX 145801					State	Zip
SALT LAKE CITY UT 84114-5801					Phone	
					Dia	

Please make check payable to:
Division of Oil, Gas and Mining

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	<u>Gene</u>	ral Information						
	1.	Report Time Period: From (mo./yr.) To (mo./yr.)						
	2.	DOGM File Number (Mine No)://						
	3.	Mine Name:						
	4.	Mineral(s) Mined (or permitted to mine):						
	5.	Type of mine ☐ Surface Mine or ☐ Underground Mine						
	6.	Legal Description (Location of Lands Affected):						
		1/4,1/4,1/4, Section, Township, Range						
		1/4,1/4,1/4, Section, Township, Range						
		1/4,1/4,1/4, Section, Township, Range						
7.	Name	Name of Operator or Company:						
	8.	Permanent Street Address:						
		City, State, Zip:						
		Phone:						
	9.	Company Representative (or designated operator):						
		Name:						
		Title:						
		Business Address:						
		City, State, Zip:						
		Phone:						
		☐ Please check if any of the above information has changed since previous year.						
II.	<u>Minii</u>	Mining and Reclamation						
	1.	Was there any mine related activity during the past year? Yes □ No □						
	2.	If no - what was the last year of activity?						
	3.	If yes - how much ore or mineral was mined?						

4.	Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.				
5.	How much additional acreage was disturbed during the past year?				
6.	How much acreage was reclaimed during the past year?				
7.	Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.				
8.	What is the total disturbed acreage of entire project at years end?				
9.	Briefly summarize any mining and/or reclamation plans for the upcoming year.				
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NOTE:	Section III., "Additional Information" applies only to large mining operations.				
III. <u>Additional</u>	<u>Information</u>				
1.	An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.				
2.	Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.				
IV. Signature	Requirement				
I here	by certify that the foregoing is true and correct.				
. 7	Name (Typed or Print):				
	Title of Operator:				
	Signature of Operator:				
	Date:				
jb a:\forms\MR-AR					

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